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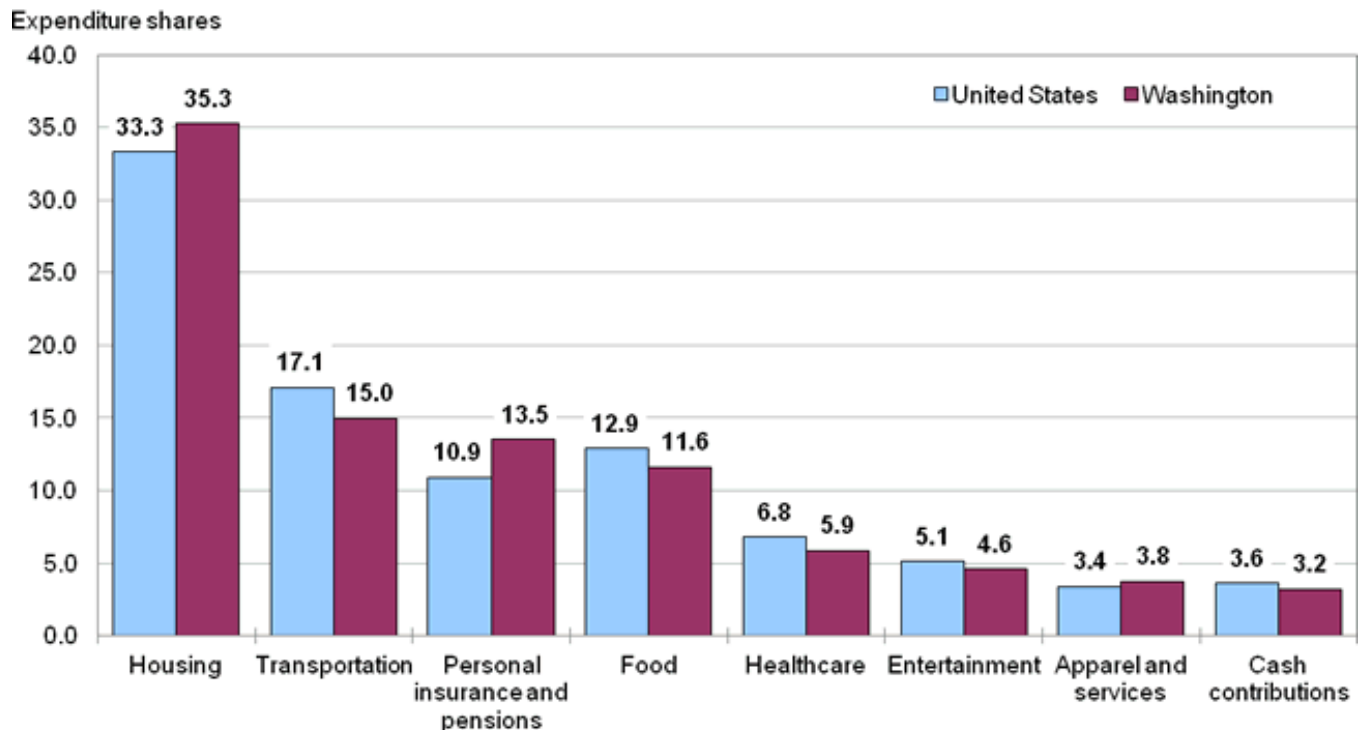
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## Consumer Expenditures for the Washington, D.C. Area: 2011-2012

Consumer units in the Washington, D.C.-Md.-Va.-W.Va. metropolitan area spent an average of \$77,943 per year in 2011–2012, the U.S. Bureau of Labor Statistics reported today. Sheila Watkins, the Bureau’s regional commissioner, noted that this figure was over 54 percent higher than the \$50,581 average expenditure level for a typical household in the United States. Not only did households in the Washington area spend more than the U.S. average, they allocated their dollars differently among the major categories, varying significantly in 6 of the 8. For example, the share of expenditures for healthcare, which accounted for 5.9 percent of a typical household’s budget in the Washington area, was significantly lower than the nationwide average of 6.8 percent. (See [chart 1](#) and [table 1](#).)

**Chart 1. Percent distribution of average annual expenditures for the eight major categories in the United States and Washington metropolitan area, 2011-2012**



Source: U.S. Bureau of Labor Statistics.

Housing in the Washington area averaged \$27,475 annually and was the largest expenditure category, accounting for 35.3 percent of a Washington-area household's total budget. (See [table 1](#) and [table 2](#).) This share was significantly higher than the 33.3-percent national average. Overall, 8 of the 18 published metropolitan areas had expenditure shares for housing significantly above the U.S. average, while 3 had significantly lower-than-average shares. (See [chart 2](#).) Housing expenditure shares among the 18 areas ranged from 39.7 percent in New York to 31.7 percent in Detroit. (See [table 3](#).)

The majority of housing expenditures in Washington went toward shelter, 64.1 percent, which includes mortgage interest, property taxes, repairs, and rent, among other items; nationwide, 58.5 percent of the housing budget was allocated for shelter. (See [table A](#).) Utilities, fuels, and public services expenses accounted for 16.1 percent of the housing budget locally; nationally, they made up 21.9 percent. The rate of homeownership in Washington, at 70 percent, compared to the U.S. average of 65 percent.

**Table A. Percent distribution of housing expenditures, United States and Washington, 2011-2012**

| Category                                    | United States | Washington |
|---|---------------|------------|
| Housing .....                               | 100.0         | 100.0      |
| Shelter .....                               | 58.5          | 64.1       |
| Utilities, fuels, and public services ..... | 21.9          | 16.1       |
| Household operations .....                  | 6.8           | 8.1        |
| Housekeeping supplies .....                 | 3.6           | 2.9        |
| Household furnishings and equipment .....   | 9.2           | 8.9        |

Note: Columns may not add to 100.0 due to rounding. Note: Columns may not add to 100.0 due to rounding.

At 15.0 percent of the total budget, transportation was the second-largest expenditure category in the Washington area; this was significantly lower than the national average of 17.1 percent. Among the 18 metropolitan areas nationwide, 8 had expenditure shares for transportation that were significantly below the U.S. average; only Houston had a significantly above-average transportation share. (See [chart 3](#).)

Of the \$11,656 in annual spending for transportation in Washington, 89.3 percent was spent buying and maintaining private vehicles; this compared to the national average of 93.9 percent. The remaining 10.7 percent of a Washington household's transportation budget was spent on public transit, which includes fares for taxis, buses, trains, and planes; this allocation was significantly above the 6.1-percent average for the nation. (See [table B](#).) Still, the average number of vehicles per household in Washington (2.1) was slightly higher than the U.S. average (1.9).

**Table B. Percent distribution of transportation expenditures, United States and Washington, 2011-2012**

| Category                              | United States | Washington |
|---------------------------------------|---------------|------------|
| Transportation .....                  | 100.0         | 100.0      |
| Vehicle purchases (net outlays) ..... | 34.0          | 33.4       |
| Gasoline and motor oil .....          | 31.3          | 25.6       |
| Other vehicle expenses .....          | 28.6          | 30.3       |
| Public transportation .....           | 6.1           | 10.7       |

Note: Columns may not add to 100.0 due to rounding. Note: Columns may not add to 100.0 due to rounding.

Washington households spent 13.5 percent of their annual budgets on personal insurance and pensions, significantly above the national average of 10.9 percent, making this the third-largest expenditure category for the area's consumer units.

The portion of a Washington consumer unit's budget spent on food, 11.6 percent, was significantly lower than the 12.9-percent U.S. average. Three metropolitan areas (including Washington) had food expenditure shares that were significantly below the nationwide average, while only Los Angeles reported an expenditure share for food significantly above that for the nation. (See [table 3.](#))

Households in Washington spent \$4,778, or 52.9 percent, of their food dollars on food prepared at home and the remaining 47.1 percent on food prepared away from home, such as restaurant meals, carry-out, board at school, and catered affairs. In comparison, the typical U.S. household spent 59.4 percent of its food budget on food prepared at home and 40.6 percent on food prepared away from home.

As noted, Washington is 1 of 18 metropolitan areas nationwide for which Consumer Expenditure Survey (CE) data are available.

Metropolitan area CE data and that for the four geographic regions of the United States are available on our Web site at [www.bls.gov/cex/tables.htm](http://www.bls.gov/cex/tables.htm). Metropolitan area CE news releases are available at [www.bls.gov/regions/subjects/consumer-spending.htm](http://www.bls.gov/regions/subjects/consumer-spending.htm). Additional Information

Data contained in this report are from the Consumer Expenditure Survey, which is collected on an ongoing basis by the U.S. Census Bureau for the Bureau of Labor Statistics (BLS). The CE data were averaged over a two-year period, 2010 and 2011 and are available for the nation, the 4 geographic regions of the country, and 18 metropolitan areas. The metropolitan area discussed in this release is Washington, D.C.-Md.-Va.-W.Va. PMSA, which includes the District of Columbia; Calvert, Charles, Frederick, Montgomery, Prince George's, and Washington Counties in Maryland; Alexandria, Fairfax, Falls Church, Fredericksburg, Manassas, and Manassas Park cities and Arlington, Clarke, Fairfax, Fauquier, King George, Loudoun, Prince William, Rappahannock, Spotsylvania, Stafford, and Warren Counties in Virginia; and Berkeley and Jefferson Counties in West Virginia.

The survey consists of two components, a diary or recordkeeping survey, and an interview survey. The integrated data from the BLS Diary and Interview Surveys provide a complete accounting of consumer expenditures and income, which neither survey component alone is designed to do. Due to changes in the survey sample frame, metropolitan area data in this release are not directly comparable to those prior to 1996.

A consumer unit is defined as members of a household related by blood, marriage, adoption, or other legal arrangement; a single person living alone or sharing a household with others but who is financially independent; or two or more persons living together who share responsibility for at least 2 out of 3 major types of expenses – food, housing, and other expenses. The terms household or consumer unit are used interchangeably for convenience.

CE metropolitan area estimates are not comparative cost of living surveys, as neither the quantity nor the quality of goods and services has been held constant among areas. Differences may result from variations in demographic characteristics such as consumer unit size, age, preferences, income levels, etc. However, expenditure shares, or the percentage of a consumer unit's budget spent on a particular category, can be used to compare spending patterns across areas. Sample sizes for the metropolitan areas are much smaller than for the nation, so the U.S. estimates and year-to-year changes are more reliable than those for the metropolitan areas. Users should also keep in mind that prices for many goods and services have changed since the survey was conducted.

Expenditure shares for housing and transportation that are above or below that for the nation after testing for significance at the 95-percent confidence interval are also identified in charts 2 and 3 for the 18 metropolitan areas surveyed.

A value that is statistically different from another does not necessarily mean that the difference has economic or practical significance. Statistical significance is concerned with our ability to make confident statements about a universe based on a sample. It is entirely possible that a large difference between two values is not significantly different statistically, while a small difference is, since both the size and heterogeneity of the sample affect the relative error of the data being tested.

For additional technical documentation and related information, see [www.bls.gov/opub/hom/homch16.htm](http://www.bls.gov/opub/hom/homch16.htm).

Information in this release will be made available to sensory impaired individuals upon request. Voice phone: (202) 691-5200; Federal Relay Service: (800) 877-8339.

**Table 1. Percent distribution of average annual expenditures, United States and Washington, Consumer Expenditure Survey, 2011-12**

| Item                                       | United States | Washington |
|--|---------------|------------|
| Average annual expenditures.....           | \$50,581      | \$77,943   |
| Percent distribution:.....                 | 100.0         | 100.0      |
| Food.....                                  | 12.9          | 11.6*      |
| Alcoholic beverages.....                   | 0.9           | 1.0        |
| Housing.....                               | 33.3          | 35.3*      |
| Apparel and services.....                  | 3.4           | 3.8        |
| Transportation.....                        | 17.1          | 15.0*      |
| Healthcare.....                            | 6.8           | 5.9*       |
| Entertainment.....                         | 5.1           | 4.6*       |
| Personal care products and services.....   | 1.2           | 1.3        |
| Reading.....                               | 0.2           | 0.3        |
| Education.....                             | 2.2           | 2.4        |
| Tobacco products and smoking supplies..... | 0.7           | 0.4*       |
| Miscellaneous.....                         | 1.6           | 1.9        |
| Cash contributions.....                    | 3.6           | 3.2        |
| Personal insurance and pensions.....       | 10.9          | 13.5*      |

\* Statistically significant difference from the U.S. average at the 95-percent confidence level.\* Statistically significant difference from the U.S. average at the 95-percent confidence level.

Note: Columns may not add to 100 due to rounding.Note: Columns may not add to 100 due to rounding.

**Table 2. Consumer unit characteristics and average annual expenditures, United States and Washington, Consumer Expenditure Survey, 2011-12**

| Category                                    | United States | Washington |
|---|---------------|------------|
| <b>Consumer unit characteristics:</b>       |               |            |
| Income before taxes .....                   | \$64,649      | \$111,926  |
| Age of reference person .....               | 49.9          | 49.0       |
| <b>Average number in consumer unit:</b>     |               |            |
| Persons .....                               | 2.5           | 2.5        |
| Children under 18 .....                     | 0.6           | 0.6        |
| Persons 65 and over .....                   | 0.3           | 0.3        |
| Earners .....                               | 1.3           | 1.5        |
| Vehicles .....                              | 1.9           | 2.1        |
| Percent homeowners .....                    | 65            | 70         |
| Average annual expenditures .....           | \$50,581      | \$77,943   |
| Food .....                                  | 6,529         | 9,040      |
| Food at home .....                          | 3,880         | 4,778      |
| Cereals and bakery products .....           | 534           | 637        |
| Meats, poultry, fish, and eggs .....        | 843           | 1,048      |
| Dairy products .....                        | 413           | 486        |
| Fruits and vegetables .....                 | 723           | 956        |
| Other food at home .....                    | 1,367         | 1,651      |
| Food away from home .....                   | 2,649         | 4,262      |
| Alcoholic beverages .....                   | 454           | 792        |
| Housing .....                               | 16,846        | 27,475     |
| Shelter .....                               | 9,858         | 17,603     |
| Owned dwellings .....                       | 6,101         | 11,510     |
| Rented dwellings .....                      | 3,109         | 4,396      |
| Other lodging .....                         | 648           | 1,697      |
| Utilities, fuels, and public services ..... | 3,687         | 4,413      |
| Household operations .....                  | 1,141         | 2,238      |
| Housekeeping supplies .....                 | 612           | 788        |
| Household furnishings and equipment .....   | 1,547         | 2,433      |
| Apparel and services .....                  | 1,738         | 2,932      |
| Transportation .....                        | 8,649         | 11,656     |
| Vehicle purchases (net outlay) .....        | 2,942         | 3,890      |
| Gasoline and motor oil .....                | 2,706         | 2,983      |
| Other vehicle expenses .....                | 2,472         | 3,530      |
| Public and other transportation .....       | 529           | 1,253      |
| Healthcare .....                            | 3,436         | 4,584      |
| Entertainment .....                         | 2,589         | 3,586      |
| Personal care products and services .....   | 631           | 1,027      |
| Reading .....                               | 112           | 195        |
| Education .....                             | 1,130         | 1,855      |

Note: See footnotes at end of table.

**Table 2. Consumer unit characteristics and average annual expenditures, United States and Washington, Consumer Expenditure Survey, 2011-12 - Continued**

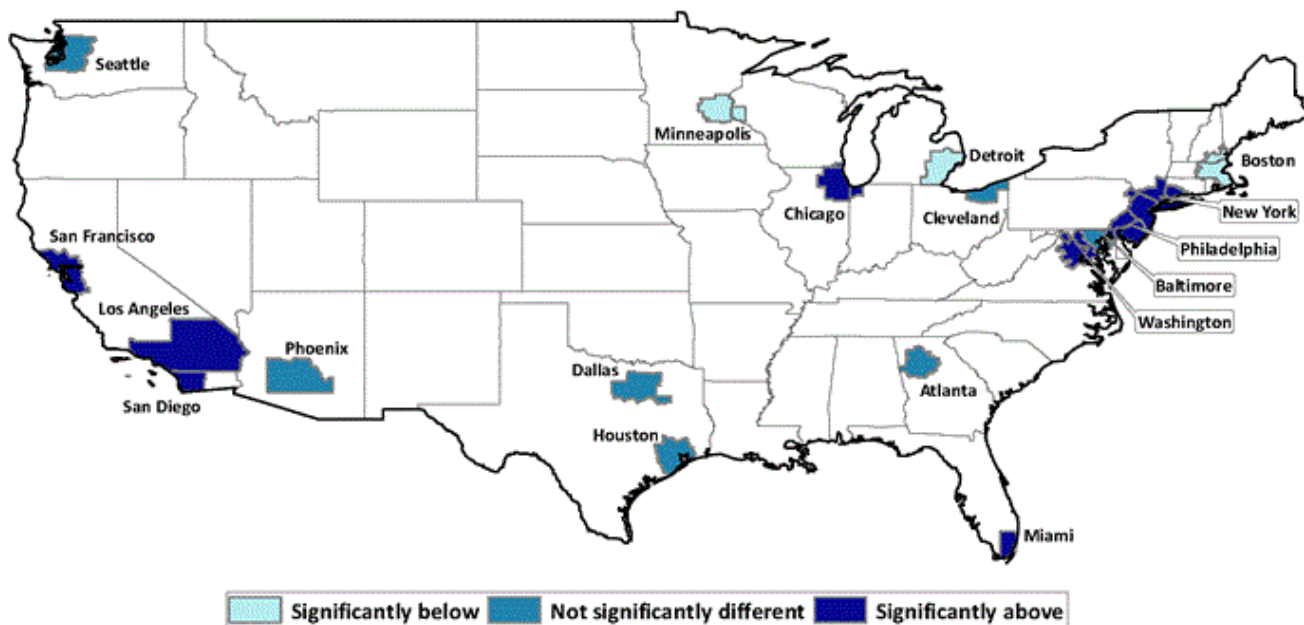
| Category                                    | United States | Washington |
|---|---------------|------------|
| Tobacco products and smoking supplies ..... | 341           | 291        |
| Miscellaneous .....                         | 802           | 1,448      |
| Cash contributions .....                    | 1,818         | 2,512      |
| Personal insurance and pensions.....        | 5,508         | 10,548     |
| Life and other personal insurance.....      | 335           | 866        |
| Pensions and Social Security .....          | 5,173         | 9,682      |

**Table 3. Percent share of average annual expenditures for housing, transportation, and food, United States and 18 metropolitan areas, Consumer Expenditure Survey, 2011-2012**

| Area                | Housing | Transportation | Food  |
|---------------------|---------|----------------|-------|
| United States ..... | 33.3    | 17.1           | 12.9  |
| Atlanta .....       | 34.7    | 16.9           | 11.7* |
| Baltimore .....     | 33.8    | 13.7*          | 12.7  |
| Boston .....        | 31.8*   | 14.8*          | 13.2  |
| Chicago .....       | 34.9*   | 15.0*          | 12.3  |
| Cleveland .....     | 31.9    | 17.8           | 12.3  |
| Dallas .....        | 32.9    | 18.6           | 12.5  |
| Detroit .....       | 31.7*   | 18.8           | 13.3  |
| Houston .....       | 31.9    | 20.3*          | 12.5  |
| Los Angeles .....   | 37.7*   | 16.0*          | 13.6* |
| Miami .....         | 38.4*   | 17.0           | 13.7  |
| Minneapolis .....   | 31.8*   | 17.5           | 12.6  |
| New York .....      | 39.7*   | 13.7*          | 12.4  |
| Philadelphia .....  | 37.9*   | 14.4*          | 12.7  |
| Phoenix .....       | 34.8    | 15.9           | 13.0  |
| San Diego .....     | 38.5*   | 15.6           | 12.0  |
| San Francisco ..... | 35.2*   | 14.2*          | 11.5* |
| Seattle .....       | 34.1    | 15.7           | 12.8  |
| Washington .....    | 35.3*   | 15.0*          | 11.6* |

\* Statistically significant difference from the U.S. average at the 95-percent confidence level. \* Statistically significant difference from the U.S. average at the 95-percent confidence level.

**Chart 2. Expenditure shares spent on housing in 18 metropolitan statistical areas compared to the U.S. average, Consumer Expenditure Survey, 2011-2012**

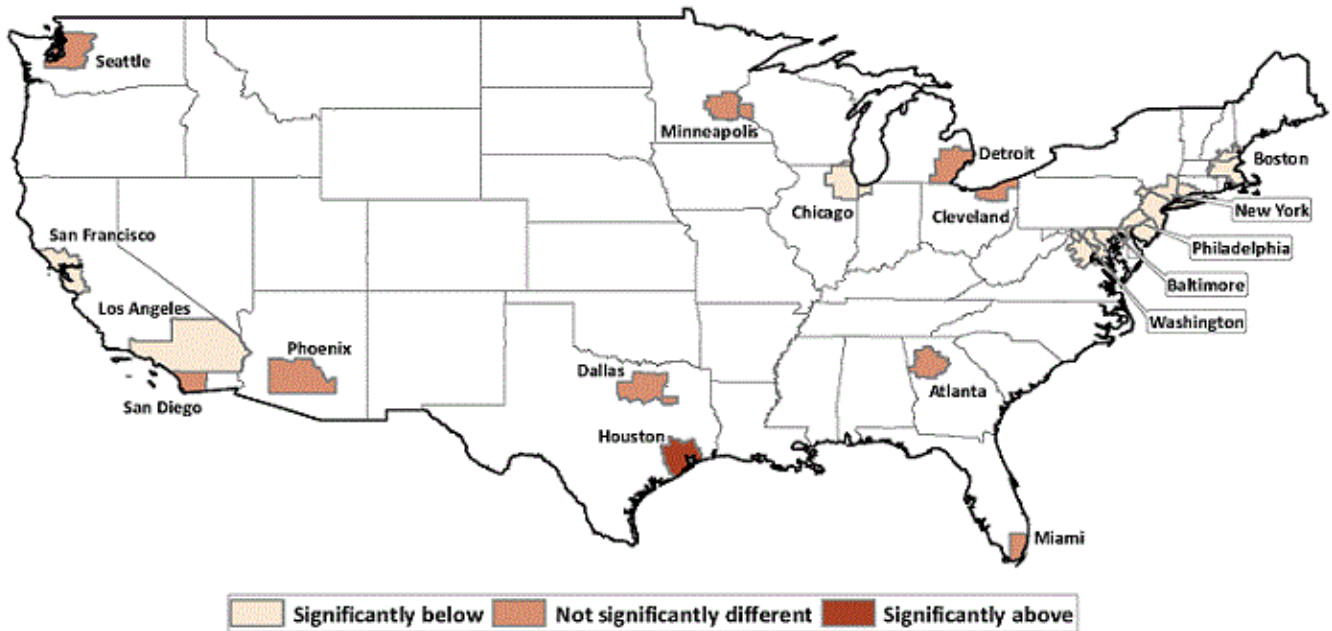


Note: Statistical significance testing at the 95-percent confidence interval.

Source: U.S. Bureau of Labor Statistics



**Chart 3. Expenditure shares spent on transportation in 18 metropolitan statistical areas compared to the U.S. average, Consumer Expenditure Survey, 2011-2012**



Note: Statistical significance testing at the 95-percent confidence interval.  
Source: U.S. Bureau of Labor Statistics